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**FOR IMMEDIATE RELEASE**  
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## **December Revenues**

**Nashville** – On an accrual basis December is the fifth month in the 2004-2005 fiscal year. Department of Revenue tax collections were \$772.4 million.

December revenues were \$56.7 million more than the budgeted estimate, Finance and Administration Commissioner Dave Goetz announced today. The general fund had a \$59.4 million overcollection and the four other funds undercollected by \$2.7 million.

Sales tax collections were \$15.5 million less than the estimate in December. For five months revenues are undercollected by \$87.4 million.

Franchise and excise taxes combined were \$69.1 million more than the estimate of \$73 million. For five months revenues are \$64.5 million overcollected.

Gasoline taxes and motor vehicle registrations were \$2.4 million less than the budgeted estimate of \$85.8 million.

Year-to-date collections for five months are \$24.8 million less than the budgeted estimate. The general fund is undercollected by \$18.1 million and the four other funds are undercollected by \$6.7 million.

To achieve the budgeted revenue estimates for the full fiscal year, sales tax growth must improve and the overcollection of franchise and excise taxes must be maintained.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the second session of the 103<sup>rd</sup> General Assembly in May of last year.

<p align="center"><b>REVENUE COLLECTIONS</b></p> <p align="center"><b>DECEMBER, 2004, AND 5 MONTHS YEAR-TO-DATE</b></p>
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**December Collections:**

	<b>Budgeted Accrual Estimate</b>	<b>Actual</b>	<b>Difference</b>
General Fund	\$589,934,000	\$649,380,000	\$59,446,000
Highway Fund	49,026,000	48,244,000	(782,000)
Sinking Fund	20,381,000	20,263,000	(118,000)
City & County Fund	54,200,000	52,317,000	(1,883,000)
Earmarked Fund	2,149,000	2,162,000	13,000
<b>Total</b>	<b>\$715,690,000</b>	<b>\$772,366,000</b>	<b>\$56,676,000</b>

**Year-To-Date Collections:**

	<b>Budgeted Accrual Estimate</b>	<b>Actual</b>	<b>Difference</b>
General Fund	\$3,025,466,000	\$3,007,317,000	(\$18,149,000)
Highway Fund	259,350,000	258,076,000	(1,274,000)
Sinking Fund	102,569,000	101,930,000	(639,000)
City & County Fund	270,471,000	266,590,000	(3,881,000)
Earmarked Fund	12,787,000	11,970,000	(817,000)
<b>Total</b>	<b>\$3,670,643,000</b>	<b>\$3,645,883,000</b>	<b>(\$24,760,000)</b>

Table 1  
Tennessee Department of Revenue  
Comparative Statement of Collected Revenues

Class of Tax	December			
	2003	2004	Change	Percent
Franchise & Excise	\$99,148,000	\$142,100,000	\$42,952,000	43.32%
Income	3,616,000	3,265,000	-351,000	-9.71%
Inheritance & Estate	8,128,000	9,514,000	1,386,000	17.05%
Gasoline	52,841,000	49,331,000	-3,510,000	-6.64%
Petroleum Special	5,279,000	5,234,000	-45,000	-0.85%
Tobacco	11,792,000	9,107,000	-2,685,000	-22.77%
Beer	1,496,000	1,397,000	-99,000	-6.62%
Motor Vehicle Registration	13,694,000	14,553,000	859,000	6.27%
Motor Vehicle Title	837,000	811,000	-26,000	-3.11%
Mixed Drink	3,358,000	3,387,000	29,000	0.86%
Business	657,000	1,076,000	419,000	63.77%
Privilege	14,608,000	18,478,000	3,870,000	26.49%
Gross Receipts	56,000	849,000	793,000	1416.07%
TVA - In Lieu of Tax Payment	16,756,000	18,039,000	1,283,000	7.66%
Alcoholic Beverage	3,087,000	3,388,000	301,000	9.75%
Sales and Use	458,954,000	477,451,000	18,497,000	4.03%
Motor Vehicle Fuel	15,244,000	14,269,000	-975,000	-6.40%
Severance	90,000	115,000	25,000	27.78%
Coin-operated Amusement	4,000	2,000	-2,000	-50.00%
<b>Total</b>	<b>\$709,645,000</b>	<b>\$772,366,000</b>	<b>\$62,721,000</b>	<b>8.84%</b>

Table 2  
Tennessee Department of Revenue  
Comparative Statement of Collected Revenues

Class of Tax	August - December			
	2003	2004	Change	Percent
Franchise & Excise	\$331,974,000	\$406,484,000	\$74,510,000	22.44%
Income	7,753,000	7,139,000	-614,000	-7.92%
Inheritance & Estate	48,617,000	31,857,000	-16,760,000	-34.47%
Gasoline	257,520,000	258,039,000	519,000	0.20%
Petroleum Special	26,497,000	26,884,000	387,000	1.46%
Tobacco	51,356,000	50,709,000	-647,000	-1.26%
Beer	7,495,000	7,449,000	-46,000	-0.61%
Motor Vehicle Registration	81,391,000	84,687,000	3,296,000	4.05%
Motor Vehicle Title	4,501,000	4,542,000	41,000	0.91%
Mixed Drink	16,329,000	17,035,000	706,000	4.32%
Business	5,441,000	6,420,000	979,000	17.99%
Privilege	95,274,000	98,509,000	3,235,000	3.40%
Gross Receipts	9,930,000	12,924,000	2,994,000	30.15%
TVA - In Lieu of Tax Payment	85,105,000	88,662,000	3,557,000	4.18%
Alcoholic Beverage	14,533,000	15,042,000	509,000	3.50%
Sales and Use	2,375,309,000	2,455,833,000	80,524,000	3.39%
Motor Vehicle Fuel	73,123,000	72,990,000	-133,000	-0.18%
Severance	454,000	618,000	164,000	36.12%
Coin-operated Amusement	103,000	60,000	-43,000	-41.75%
Total	\$3,492,705,000	\$3,645,883,000	\$153,178,000	4.39%

**Table 3**  
**August - December Revenue Overcollections/(Undercollections)**  
**Budgeted Estimate**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Sales Tax	\$ (83,600,000)	\$ (3,800,000)	\$ (87,400,000)
Income Tax	(900,000)	(300,000)	(1,200,000)
Inheritance Tax	(3,000,000)	0	(3,000,000)
Privilege Tax	2,000,000	(800,000)	1,200,000
Business Tax	(200,000)	0	(200,000)
TVA	2,200,000	1,500,000	3,700,000
Gross Receipts	(1,100,000)	0	(1,100,000)
Gasoline & Motor Vehicle Registration	300,000	(3,400,000)	(3,100,000)
Other Taxes	1,700,000	100,000	1,800,000
<b>Sub-Total</b>	<b>\$ (82,600,000)</b>	<b>\$ (6,700,000)</b>	<b>\$ (89,300,000)</b>
F & E Taxes	64,500,000	0	64,500,000
<b>Total</b>	<b>\$ (18,100,000)</b>	<b>\$ (6,700,000)</b>	<b>\$ (24,800,000)</b>